

## § 256.101

### BALANCE SHEET ACCOUNTS: ASSETS AND OTHER DEBIT ACCOUNTS

#### 1. SERVICE COMPANY PROPERTY

##### **§ 256.101 Service company property.**

This account shall include the cost of service company property included in accounts 301 and 303 through 311 prescribed herein.

##### **§ 256.107 Construction work in progress.**

This account shall include the total of the balances of work orders for service company property in process of construction. Work orders shall be cleared from this account as soon as practicable after completion of the job.

##### **§ 256.108 Accumulated provision for depreciation and amortization of service company property.**

(a) This account shall be credited with the amount charged to account 403, Depreciation and amortization expense.

(b) At the time of retirement of depreciable service company property, this account shall be charged with the book cost of the property retired and the cost of removal, and shall be credited with the salvage value and any other amounts recovered, such as insurance, unless the company maintains costs and related reserves for specific units or types of property.

(c) Individual subaccounts for each classification of property listed under account 101, Service company property, shall be maintained.

#### 2. INVESTMENTS

##### **§ 256.123 Investment in associate companies.**

This account shall only include notes receivable, advances, and other balances in open accounts with associate companies, which are not subject to current settlement.

##### **§ 256.124 Other investments.**

This account shall include the cost or current value of investments, whichever is less, in securities, club memberships, associations, life insurance policies for employees, or other investments in nonassociate companies, other than account 136, Temporary

## 17 CFR Ch. II (4-1-99 Edition)

cash investments. This account shall not be used for advances to associate companies. The account shall be maintained in such manner as to show by subaccounts, or otherwise, the nature and amount of each investment.

#### 3. CURRENT AND ACCRUED ASSETS

##### **§ 256.131 Cash.**

This account shall include the amount of current cash funds except working funds.

##### **§ 256.134 Special deposits.**

This account shall include deposits with fiscal agents or others for special purposes. Entries to this account shall specify the purpose for which the deposit is made.

##### **§ 256.135 Working funds.**

This account shall include cash advanced to officers, agents, employees and others as petty cash or working funds.

##### **§ 256.136 Temporary cash investments.**

This account shall include the cost of investments, such as demand and time loans, bankers' acceptances, United States Treasury obligations, marketable securities, and other similar investments, acquired for the purpose of temporarily investing cash.

##### **§ 256.141 Notes receivable.**

This account shall include the cost of all notes receivable and similar evidences of amounts due within one year from persons other than associate companies. The account shall be so maintained as to show separately amounts due from officers, directors, employees and others.

##### **§ 256.143 Accounts receivable.**

This account shall include amounts due on open accounts, other than amounts due from associate companies.

##### **§ 256.144 Accumulated provision for uncollectable accounts.**

This account shall be credited with amounts provided for losses on notes and accounts receivable which may become uncollectable, and also with collections on accounts previously charged hereto.